



GENTING

MALAYSIA

Genting Malaysia Berhad

(Incorporated in Malaysia under Company No. 58019-U)

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FOURTH QUARTERLY REPORT

Quarterly report on consolidated results for the financial year ended 31 December 2011. The figures for the cumulative period have been audited.

CONDENSED CONSOLIDATED INCOME STATEMENT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2011

	UNAUDITED INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	Fourth quarter ended 31 December		Financial year ended 31 December	
	2011 RM'000	2010 RM'000	2011 RM'000	2010 RM'000
Revenue	2,331,245	1,558,525	8,493,686	5,333,103
Cost of sales	(1,701,120)	(990,853)	(6,157,410)	(3,325,351)
Gross profit	630,125	567,672	2,336,276	2,007,752
Other income	29,139	57,004	142,219	157,557
Other expenses	(183,189)	(108,974)	(525,832)	(309,909)
Profit from operations before impairment losses	476,075	515,702	1,952,663	1,855,400
Impairment losses	(9,901)	-	(15,080)	(110,876)
Profit from operations	466,174	515,702	1,937,583	1,744,524
Finance costs	(11,537)	(4,192)	(32,254)	(4,636)
Share of results in jointly controlled entities	(158)	(7,961)	(2,761)	(8,105)
Share of results in associates	(745)	(331)	(1,920)	(331)
Profit before taxation	453,734	503,218	1,900,648	1,731,452
Taxation	(104,453)	(141,093)	(472,771)	(455,112)
Profit for the financial period	349,281	362,125	1,427,877	1,276,340
Profit attributable to:				
Equity holders of the Company	349,281	362,125	1,427,877	1,276,596
Non-controlling interests	-	-	-	(256)
	349,281	362,125	1,427,877	1,276,340
Earnings per share attributable to equity holders of the Company:				
Basic earnings per share (sen)	6.17	6.39	25.22	22.44
Diluted earnings per share (sen)	6.16	6.38	25.19	22.41

(The Condensed Consolidated Income Statement should be read in conjunction with the audited Financial Statements for the financial year ended 31 December 2010.)

GENTING MALAYSIA BERHAD
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2011

	UNAUDITED INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	Fourth quarter ended 31 December		Financial year ended 31 December	
	<u>2011</u> <u>RM'000</u>	<u>2010</u> <u>RM'000</u>	<u>2011</u> <u>RM'000</u>	<u>2010</u> <u>RM'000</u>
Profit for the financial period	349,281	362,125	1,427,877	1,276,340
Other comprehensive (loss)/income:				
Actuarial (loss)/gain on retirement benefit liability	(7,111)	2,012	(7,111)	2,012
Available-for-sale financial assets				
- Fair value changes	(128,645)	116,481	(819,113)	871,719
- Reclassification to profit or loss upon disposal	-	-	-	(7,366)
Share of other comprehensive loss of an associate	(6)	-	(15)	-
Foreign currency exchange differences	53,847	36,420	102,862	(245,805)
Other comprehensive (loss)/income, net of tax	(81,915)	154,913	(723,377)	620,560
Total comprehensive income for the financial period	267,366	517,038	704,500	1,896,900
Total comprehensive income attributable to:				
Equity holders of the Company	267,366	517,038	704,500	1,897,156
Non-controlling interests	-	-	-	(256)
	267,366	517,038	704,500	1,896,900

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited Financial Statements for the financial year ended 31 December 2010.)

GENTING MALAYSIA BERHAD
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2011

	As at 31.12.2011 RM'000	As at 31.12.2010 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	4,797,899	4,374,776
Land held for property development	184,534	181,534
Investment properties	1,562,290	304,008
Intangible assets	4,332,320	3,144,542
Jointly controlled entities	13,227	17,228
Associates	24,445	1,521
Available-for-sale financial assets	1,608,220	2,371,445
Long term receivables	257,257	7,505
Deferred tax assets	1,377	2,630
	<u>12,781,569</u>	<u>10,405,189</u>
Current assets		
Inventories	75,784	73,865
Trade and other receivables	548,680	412,518
Amounts due from other related companies	16,683	20,241
Amounts due from jointly controlled entities	1,886	20
Assets classified as held for sale	-	19,658
Financial assets at fair value through profit or loss	65,043	90,785
Available-for-sale financial assets	250,025	250,025
Restricted cash	624,077	645,814
Cash and cash equivalents	2,142,775	2,866,264
	<u>3,724,953</u>	<u>4,379,190</u>
TOTAL ASSETS	<u><u>16,506,522</u></u>	<u><u>14,784,379</u></u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	592,441	591,531
Reserves	12,226,648	11,852,546
Treasury shares	(892,292)	(835,370)
TOTAL EQUITY	<u>11,926,797</u>	<u>11,608,707</u>
Non-current liabilities		
Other long term liabilities	176,526	174,930
Long term borrowings	970,555	346,301
Deferred tax liabilities	816,688	829,065
	<u>1,963,769</u>	<u>1,350,296</u>
Current liabilities		
Trade and other payables	1,591,597	907,242
Amount due to holding company	24,752	16,204
Amounts due to other related companies	43,372	53,414
Amounts due to jointly controlled entity and associate	32,036	25,637
Short term borrowings	829,181	701,781
Taxation	95,018	121,098
	<u>2,615,956</u>	<u>1,825,376</u>
TOTAL LIABILITIES	<u>4,579,725</u>	<u>3,175,672</u>
TOTAL EQUITY AND LIABILITIES	<u><u>16,506,522</u></u>	<u><u>14,784,379</u></u>
NET ASSETS PER SHARE (RM)	<u>2.11</u>	<u>2.05</u>

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited Financial Statements for the financial year ended 31 December 2010.)

GENTING MALAYSIA BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2011

	Attributable to equity holders of the Company								
	Share Capital	Share Premium	Available-for-sale Financial Assets Reserve	Other Reserves	Treasury Shares	Retained Earnings	Total	Non-controlling Interests	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2011	591,531	1,126,454	1,771,300	(393,448)	(835,370)	9,348,240	11,608,707	-	11,608,707
Share based payments under ESOS	-	-	-	30	-	-	30	-	30
Issue of shares	910	17,664	-	-	-	-	18,574	-	18,574
Buy-back of shares	-	-	-	-	(56,922)	-	(56,922)	-	(56,922)
Appropriation:									
Final dividend declared for the year ended 31 December 2010	-	-	-	-	-	(186,862)	(186,862)	-	(186,862)
Interim dividend declared for the year ended 31 December 2011	-	-	-	-	-	(161,230)	(161,230)	-	(161,230)
Total comprehensive (loss)/income for the year	-	-	(819,113)	102,847	-	1,420,766	704,500	-	704,500
At 31 December 2011	592,441	1,144,118	952,187	(290,571)	(892,292)	10,420,914	11,926,797	-	11,926,797
At 1 January 2010	590,479	1,105,957	887,932	(147,664)	(707,497)	8,408,052	10,137,259	6,920	10,144,179
Effects of adopting FRS 139	-	-	19,015	-	-	(1,644)	17,371	-	17,371
Restated balance	590,479	1,105,957	906,947	(147,664)	(707,497)	8,406,408	10,154,630	6,920	10,161,550
Share based payments under ESOS	-	-	-	21	-	-	21	-	21
Issue of shares	1,052	20,497	-	-	-	-	21,549	-	21,549
Buy-back of shares	-	-	-	-	(127,873)	-	(127,873)	-	(127,873)
Distribution by a subsidiary	-	-	-	-	-	-	-	(6,664)	(6,664)
Appropriation:									
Final dividend declared for the year ended 31 December 2009	-	-	-	-	-	(183,776)	(183,776)	-	(183,776)
Interim dividend declared for the year ended 31 December 2010	-	-	-	-	-	(153,000)	(153,000)	-	(153,000)
Total comprehensive income/(loss) for the year	-	-	864,353	(245,805)	-	1,278,608	1,897,156	(256)	1,896,900
At 31 December 2010	591,531	1,126,454	1,771,300	(393,448)	(835,370)	9,348,240	11,608,707	-	11,608,707

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited Financial Statements for the financial year ended 31 December 2010.)

GENTING MALAYSIA BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2011

	Financial year ended 31 December	
	2011 RM'000	2010 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	1,900,648	1,731,452
Adjustments for:		
Depreciation and amortisation	366,197	273,065
Finance costs	32,254	4,636
Interest income	(73,887)	(89,964)
Investment income	(31,075)	(32,790)
Construction profit	(13,380)	-
Impairment losses	15,080	110,876
Net fair value loss on financial assets at fair value through profit or loss	9,513	1,891
Provision for onerous lease	11,721	11,456
Provision for retirement gratuities	18,758	19,042
Gain on disposal of investment properties	(12,642)	-
Gain on disposal of available-for-sale financial assets	-	(7,366)
Share of results in jointly controlled entities	2,761	8,105
Share of results in associates	1,920	331
Other non-cash items and adjustments	3,689	6,055
	<u>330,909</u>	<u>305,337</u>
Operating profit before working capital changes	2,231,557	2,036,789
Net change in current assets	(133,410)	(150,717)
Net change in current liabilities	483,599	38,233
	<u>350,189</u>	<u>(112,484)</u>
Cash generated from operations	2,581,746	1,924,305
Net tax paid	(436,311)	(450,654)
Retirement gratuities paid	(4,276)	(3,381)
Other net operating payments	(25,137)	(2,849)
	<u>(465,724)</u>	<u>(456,884)</u>
Net Cash Flow From Operating Activities	2,116,022	1,467,421
CASH FLOWS FROM INVESTING ACTIVITIES		
Property, plant and equipment	(516,067)	(276,665)
Purchase of investment properties	(889,073)	-
Proceeds from disposal of investment properties	32,300	-
Purchase of investments	(835,797)	(464,175)
Purchase of/additions to intangible assets	(1,003,777)	(1,178,623)
Proceeds from disposal of investments	15,938	144,720
Acquisitions of subsidiaries and businesses*	(7,796)	(1,522,035)
Other investing activities	68,432	107,211
	<u>(3,135,840)</u>	<u>(3,189,567)</u>
Net Cash Flow From Investing Activities		
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issuance of shares	18,574	21,549
Proceeds from borrowings	1,445,659	629,000
Buy-back of shares	(56,922)	(127,873)
Dividend paid	(348,092)	(336,776)
Finance costs paid	(24,384)	(3,742)
Repayment of borrowings and transaction costs	(752,574)	(65,081)
Restricted cash	29,718	(636,583)
Others	(25,120)	(52,667)
	<u>286,859</u>	<u>(572,173)</u>
Net Cash Flow From Financing Activities		
NET MOVEMENT IN CASH AND CASH EQUIVALENTS	(732,959)	(2,294,319)
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR	2,866,264	5,251,039
EFFECT OF CURRENCY TRANSLATION	9,470	(90,456)
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL YEAR	2,142,775	2,866,264
ANALYSIS OF CASH AND CASH EQUIVALENTS		
Bank balances and deposits	1,497,270	2,002,034
Money market instruments	645,505	864,230
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL YEAR	2,142,775	2,866,264

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited Financial Statements for the financial year ended 31 December 2010.)

GENTING MALAYSIA BERHAD
 CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
 FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2011

*** ANALYSIS OF THE ACQUISITIONS OF SUBSIDIARIES AND BUSINESSES**

Fair values of net assets acquired and net cash outflow on acquisitions of subsidiaries and businesses for the financial year ended 31 December 2011 are analysed as follows:

	Acquisitions of				Total RM'000
	E-Genting and Ascend International RM'000	Fox Poker Club Limited RM'000	Park Lane Mews Hotel (Note a) RM'000	Omni Center (Note b) RM'000	
Property, plant and equipment	7,461	1,898	97,087	167,809	274,255
Investment properties	-	-	-	334,613	334,613
Intangible assets	-	38,150	-	-	38,150
Deferred tax assets	623	-	-	-	623
Inventories	-	55	-	-	55
Trade and other receivables	7,159	836	-	19,890	27,885
Amount due from related companies	9,924	-	-	-	9,924
Cash and cash equivalents	190,137	986	-	-	191,123
Deferred tax liabilities	(561)	-	-	-	(561)
Other long term liabilities	(3,771)	-	-	-	(3,771)
Trade and other payables	(177,819)	(991)	-	(14,082)	(192,892)
Taxation	(699)	-	-	-	(699)
Goodwill on acquisition	17,546	-	10,898	77,567	106,011
Total purchase consideration	<u>50,000</u>	<u>40,934</u>	<u>107,985</u>	<u>585,797</u>	<u>784,716</u>
Less: Cancellation of promissory notes	-	-	-	(585,797)	(585,797)
Less: Cash and cash equivalents acquired	<u>(190,137)</u>	<u>(986)</u>	<u>-</u>	<u>-</u>	<u>(191,123)</u>
Net cash (inflow)/outflow on acquisitions of subsidiaries and businesses	<u>(140,137)</u>	<u>39,948</u>	<u>107,985</u>	<u>-</u>	<u>7,796</u>

The fair value of the assets (including intangible assets) and liabilities ensuing from the acquisition had been determined based on provisional fair values assigned to identifiable assets and liabilities on acquisition date. Any adjustments to these provisional fair values upon finalisation of the detailed Purchase Price Allocation exercise will be recognised within 12 months of the acquisition date as permitted by FRS 3 (revised) "Business Combinations".

(a) Acquisition of Park Lane Mews Hotel in London, United Kingdom

On 18 July 2011, Genting Properties (UK) Pte Ltd (formerly known as RWD Holding Pte Ltd), an indirect wholly-owned subsidiary of the Company, acquired Park Lane Mews Hotel in London, United Kingdom for a cash consideration of GBP21.8 million. The Group considers the acquisition of Park Lane Mews Hotel which includes acquiring certain trade and non-property assets as an acquisition of business and accordingly had accounted the acquisition as a business combination in accordance with FRS 3 (revised) "Business Combinations".

(b) Acquisition of Omni Center in the City of Miami, Florida, United States of America

On 8 November 2011, Hill Brow LLC, an indirect wholly-owned subsidiary of the Company, acquired the Omni Center in the City of Miami, Florida, United States of America through a foreclosure bidding process. The consideration was satisfied through the cancellation of the promissory notes that the Group acquired for USD185.0 million in August 2011 which was secured against the Omni Center properties. The Omni Center includes shopping mall, office, a hotel and parking garage. The Group considers the acquisition of the Omni Center as an acquisition of business and accordingly had accounted the acquisition as a business combination in accordance with FRS 3 (revised) "Business Combinations".

Part I: Compliance with Financial Reporting Standard (“FRS”) 134

a) *Accounting Policies and Methods of Computation*

The interim financial report has been prepared in accordance with Financial Reporting Standard (“FRS”) 134 “Interim Financial Reporting” and paragraph 9.22 of Bursa Malaysia Securities Berhad (“Bursa Securities”) Listing Requirements. The figures for the cumulative period have been audited.

The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2010. The accounting policies and methods of computation adopted for the interim financial statements are consistent with those adopted for the annual audited financial statements for the financial year ended 31 December 2010, except for the adoption of the following FRSs, amendments and improvements to FRSs that are applicable for the Group for the financial year beginning 1 January 2011:

FRS 3 (revised) “Business Combinations”

The revised standard continues to apply the acquisition method to business combinations but with some significant changes compared with FRS 3. For example, all payments to purchase a business are recorded at fair value at the acquisition date, with contingent payments classified as debt subsequently remeasured through the profit or loss. There is a choice on an acquisition-by-acquisition basis to measure the non-controlling interest in the acquiree either at fair value or at the non-controlling interest’s proportionate share of the acquiree’s net assets. All acquisition-related costs are expensed. The Group has adopted this revised standard prospectively to all business combinations from 1 January 2011.

Improvements to FRS 101 “Presentation of Financial Statements”

The improvements to this Standard clarify that an entity shall present an analysis of other comprehensive income for each component of equity, either in the statement of changes in equity or in the notes to the financial statements. There is no financial impact on the results of the Group as these changes only affect disclosures.

Amendments to FRS 7 “Financial Instrument: Disclosure”

The amendment promotes enhanced disclosures on fair value measurement of financial instruments via the introduction of the concept of the fair value hierarchy. There is no financial impact on the results of the Group as these changes only affect disclosures.

b) *Seasonal or Cyclical Factors*

The business operations of the Group’s leisure and hospitality division are subject to seasonal fluctuations. The results are affected by major festive seasons and holidays.

c) *Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows*

There were no unusual items affecting the assets, liabilities, equity, net income or cash flows of the Group for the financial year ended 31 December 2011.

d) *Material Changes in Estimates*

There were no material changes in estimates of amounts reported in prior financial years.

e) Changes in Debt and Equity Securities

- i) The Company issued 9,099,000 new ordinary shares of 10 sen each, for cash, arising from the exercise of options granted under the Executive Share Option Scheme (“ESOS”) for Eligible Executives of Genting Malaysia Berhad during the financial year ended 31 December 2011 at the following exercise prices:

Exercise price (RM)	No. of options exercised during the financial year ended 31 December 2011
1.700	90,000
1.898	1,089,000
1.984	35,000
2.064	7,740,000
2.134	145,000
	<hr/>
	9,099,000

- ii) During the financial year ended 31 December 2011, the Company had repurchased a total of 16,396,600 ordinary shares of 10 sen each of its issued share capital from the open market for a total consideration of RM56.9 million. The repurchased transactions were financed by internally generated funds. The repurchased shares are held as treasury shares in accordance with the requirements of Section 67A (as amended) of the Companies Act, 1965.

f) Dividends Paid

Dividends paid during the financial year ended 31 December 2011 is as follows:

	RM'000
Final dividend for the year ended 31 December 2010 paid on 21 July 2011	
4.4 sen less 25% tax per ordinary share of RM0.10 each	186,862
Interim dividend for the year ended 31 December 2011 paid on 21 October 2011	
3.8 sen less 25% tax per ordinary share of RM0.10 each	<hr/>
	161,230
	<hr/>
	348,092

g) Segment Information

The segments are reported in a manner that is consistent with the internal reporting provided to the chief operating decision maker. The performance of the operating segments is based on a measure of adjusted earnings before interest, tax, depreciation and amortisation (EBITDA). This measurement basis excludes the effects of non-recurring items from the reporting segments, such as fair value gains and losses, impairment losses, pre-operating expenses, property related termination costs and gain or loss on disposal of assets. Interest income is not included in the result for each operating segment.

Segment analysis for the financial year ended 31 December 2011 is set out below:

	<u>Leisure & Hospitality</u>			<u>Property</u>	<u>Investments & Others</u>	<u>Total</u>
	<u>Malaysia</u>	<u>United Kingdom</u>	<u>United States of America (Note 1)</u>			
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
<u>Revenue</u>						
Total revenue	5,421,302	1,154,788	1,836,823	43,905	145,087	8,601,905
Inter segment	(3,472)	-	-	(9,795)	(94,952)	(108,219)
External	<u>5,417,830</u>	<u>1,154,788</u>	<u>1,836,823</u>	<u>34,110</u>	<u>50,135</u>	<u>8,493,686</u>
<u>Adjusted EBITDA</u>	<u>2,105,687</u>	<u>154,091</u>	<u>37,038</u>	<u>15,418</u>	<u>17,981</u>	<u>2,330,215</u>
<u>Total Assets</u>	<u>4,212,745</u>	<u>3,123,086</u>	<u>2,744,797</u>	<u>2,330,082</u>	<u>4,095,812</u>	<u>16,506,522</u>

A reconciliation of adjusted EBITDA to profit before taxation is provided as follows:

Adjusted EBITDA for reportable segments	2,330,215
Pre-operating expenses	(80,205)
Property related termination costs	(39,421)
Gain on disposal of assets	12,822
Impairment losses	(15,080)
Net fair value loss on financial assets at fair value through profit or loss	(9,513)
Investment income	31,075
EBITDA	<u>2,229,893</u>
Depreciation and amortisation	(366,197)
Interest income	73,887
Finance costs	(32,254)
Share of results in jointly controlled entities	(2,761)
Share of results in associates	(1,920)
Profit before taxation	<u>1,900,648</u>

Note 1:

The Group had accounted for the construction and development of the video lottery facility at the Aqueduct Racetrack in the City of New York, United States of America ("Resorts World Casino New York City") in accordance with FRS 111 "Construction Contracts", whereby the construction profit is recognised based on the percentage of completion method. Construction revenue and costs of approximately RM1,741.5 million and RM1,728.1 million respectively have been disclosed under the "United States of America" segment in the consolidated income statement for the financial year ended 31 December 2011, thereby generating a construction profit of RM13.4 million. Resorts World Casino New York City commenced operations on 28 October 2011 and the revenue and adjusted EBITDA included in the financial statements of the Group from 28 October 2011 to 31 December 2011 amounted to RM95.3 million and RM23.6 million respectively.

h) Valuation of Property, Plant and Equipment

There was no valuation of property, plant and equipment since the financial year ended 31 December 2010.

i) Material Events Subsequent to the end of Financial Period

Proposed development of an integrated mixed-use complex on real property located adjacent to Aqueduct Racetrack in the City of New York, United States of America

On 3 January 2012, Genting New York LLC (“Genting New York”), an indirect wholly-owned subsidiary of the Company, has entered into a non-binding letter of intent with the New York State Urban Development Corporation (doing business as Empire State Development Corporation), to consider the development of an integrated mixed-used complex on real property located adjacent to the Aqueduct Racetrack in the City of New York, United States of America (“Project”).

The proposed Project is anticipated to cost at least USD4 billion, which will include an integrated 3.8 million square feet of convention and exhibition centre with up to 3,000 hotel rooms and an expansion of Resorts World Casino New York City.

Genting New York will work closely with Empire State Development Corporation and the relevant parties, to negotiate terms in good faith, with a view of entering into a binding Memorandum of Understanding on or before 30 November 2012.

Other than the above, there were no material events subsequent to the end of the current financial year ended 31 December 2011 that have not been reflected in this interim financial report.

j) Changes in the Composition of the Group

- (i) Acquisitions of E-Genting Holdings Sdn Bhd (“E-Genting”) and Ascend International Holdings Limited (“Ascend International”)

On 31 October 2011, the Company completed its acquisitions of E-Genting and Ascend International for a total consideration of RM50.0 million.

- (ii) Acquisition of Fox Poker Club Limited

On 22 November 2011, Genting Casinos UK Limited, an indirect wholly-owned subsidiary of the Company completed the purchase of the entire share capital of Fox Poker Club Limited, a casino in London for a total consideration of GBP 8.3 million.

Other than the above there were no material changes in the composition of the Group for the current financial year ended 31 December 2011.

k) Changes in Contingent Liabilities or Contingent Assets

During the financial year ended 31 December 2011, a subsidiary of the Group has received billings made by a contractor in respect of work performed for the subsidiary and an external consultant had been engaged by the subsidiary to review and verify these billings. Consequently, an appropriate amount of the billings has been recognised in the financial statements based on the consultant’s independent review. The amount which is in dispute of RM83.0 million has not been recognised as a liability in the financial statements as at 31 December 2011 as the Group is of the view that the obligation to settle it is not probable. This has been disclosed as a contingent liability in accordance with FRS 137 “Provisions, Contingent Liabilities and Contingent Assets”.

Other than the above, there were no material changes in the contingent liabilities or contingent assets since the financial year ended 31 December 2010.

I) Capital Commitments

Authorised capital commitments not provided for in the interim financial statements as at 31 December 2011 are as follows:

	RM'000
Contracted	139,776
Not contracted	<u>681,092</u>
	<u>820,868</u>
Analysed as follows:	
- Property, plant and equipment	747,693
- Investment	<u>73,175</u>
	<u>820,868</u>

m) Significant Related Party Transactions

In the normal course of business, the Group undertakes on agreed terms and prices, transactions with related companies and other related parties. The related party transactions of the Group carried out during the quarter and financial year ended 31 December 2011 are as follows:

	Current quarter RM'000	Current financial year RM'000
i) Provision of technical know-how and management expertise in the resort's operations by Genting Berhad ("GENT") Group to the Group.	<u>112,354</u>	<u>438,003</u>
ii) Licensing fee for the use of "Genting" and "Awana" logo charged by GENT to the Group.	<u>47,628</u>	<u>186,065</u>
iii) Provision of GENT Group Management and Support Services by GENT Group to the Group.	<u>2,533</u>	<u>5,809</u>
iv) International Sales and Marketing services provided by Genting Singapore PLC ("GENS") Group to the Group.	<u>-</u>	<u>4,092</u>
v) Provision of management and promotion of loyalty programme by a wholly-owned subsidiary of GENS to the Group.	<u>228</u>	<u>3,877</u>
vi) Provision of information technology consultancy, development, implementation, support and maintenance services and other management services by GENS Group to the Group.	<u>2,310</u>	<u>18,750</u>
vii) Provision of information technology technical support services by GENS Group to the Group.	<u>1,059</u>	<u>6,451</u>
viii) Provision of information technology services for ad hoc projects by GENS Group to the Group.	<u>973</u>	<u>1,946</u>
ix) Provision of Customer Interaction Centre services by a wholly-owned subsidiary of GENS Group to the Group.	<u>767</u>	<u>7,907</u>
x) Rental charges for premises by the Company to Oriregal Creations Sdn Bhd.	<u>380</u>	<u>1,515</u>
xi) Rental charges and related services by the Group to GENT Group.	<u>871</u>	<u>3,317</u>
xii) Rental charges and related services by the Group to Genting Plantations Berhad Group.	<u>550</u>	<u>1,971</u>
xiii) Rental charges and related services by the Group to GENS Group.	<u>171</u>	<u>1,518</u>
xiv) Aviation services rendered by the Group to GENS Group.	<u>-</u>	<u>865</u>
xv) Purchase of holiday packages from Genting Hong Kong Limited Group.	<u>374</u>	<u>1,167</u>
xvi) Air ticketing and transportation services rendered by the Group to GENS Group.	<u>203</u>	<u>888</u>
xvii) Technical services rendered by Resorts World Inc Pte Ltd ("RWI") to the Group.	<u>248</u>	<u>2,608</u>
xviii) Provision of marketing services by the Group to GENS Group.	<u>4,519</u>	<u>6,729</u>
xix) Subscription of 10,000,000 ordinary shares in RWI for a total cash consideration of SGD10.0 million (RM24.5 million).	<u>-</u>	<u>24,527</u>
xx) Licensing fee for the use of "Resorts World" and "Genting" intellectual property in the United States of America charged by RWI to the Group.	<u>6,054</u>	<u>6,054</u>

GENTING MALAYSIA BERHAD
ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES – FOURTH QUARTER ENDED 31
DECEMBER 2011

Part II: Compliance with Appendix 9B of Bursa Securities Listing Requirements

1) Review of Performance

The results of the Group are tabulated below:

	INDIVIDUAL QUARTER			PRECEDING QUARTER		FINANCIAL YEAR ENDED		
	4Q2011	4Q2010	Var	3Q2011	Var	2011	2010	Var
	RM'Mil	RM'Mil	%	RM'Mil	%	RM'Mil	RM'Mil	%
Revenue								
Leisure & Hospitality								
- Malaysia	1,377.0	1,352.0	2%	1,389.1	-1%	5,417.8	5,068.4	7%
- United Kingdom	288.8	188.4	53%	332.3	-13%	1,154.8	188.4	+>100%
- United States of America (see Note 1 below)	642.2	-	NC	566.9	13%	1,836.8	-	NC
	2,308.0	1,540.4	50%	2,288.3	1%	8,409.4	5,256.8	60%
Property	10.4	7.1	46%	10.3	1%	34.1	24.4	40%
Investments & Others	12.9	11.0	17%	17.2	-25%	50.2	51.9	-3%
	2,331.3	1,558.5	50%	2,315.8	1%	8,493.7	5,333.1	59%
Adjusted EBITDA								
Leisure & Hospitality								
- Malaysia	534.3	547.2	-2%	522.9	2%	2,105.7	1,980.4	6%
- United Kingdom	55.3	18.3	+>100%	30.7	80%	154.1	18.3	+>100%
- United States of America (see Note 1 below)	(17.3)	-	NC	25.9	->100%	37.0	-	NC
	572.3	565.5	1%	579.5	-1%	2,296.8	1,998.7	15%
Property	2.1	2.8	-25%	7.1	-70%	15.4	15.2	1%
Others	9.2	0.6	+>100%	3.3	+>100%	18.0	10.2	76%
	583.6	568.9	3%	589.9	-1%	2,330.2	2,024.1	15%
Pre-operating expenses	(30.7)	(11.9)	->100%	(32.2)	5%	(80.2)	(23.9)	->100%
Property related termination costs	-	-	-	-	-	(39.4)	-	NC
Gain on disposal of available-for-sale financial assets	-	-	-	-	-	-	7.4	-100%
Gain on disposal of assets	-	-	-	-	-	12.8	-	NC
Impairment losses	(9.9)	-	NC	(1.3)	->100%	(15.1)	(110.9)	86%
Net fair value gain/(loss) on financial assets at fair value through profit or loss	4.2	11.1	-62%	(15.4)	+>100%	(9.5)	(1.9)	->100%
Investment income	8.1	7.4	9%	7.8	4%	31.1	32.8	-5%
EBITDA	555.3	575.5	-4%	548.8	1%	2,229.9	1,927.6	16%
Depreciation and amortisation	(107.1)	(77.2)	-39%	(93.3)	-15%	(366.2)	(273.1)	-34%
Interest income	18.0	17.4	3%	19.3	-7%	73.9	90.0	-18%
Finance costs	(11.6)	(4.2)	->100%	(10.7)	-8%	(32.3)	(4.6)	->100%
Share of results in jointly controlled entities	(0.2)	(8.0)	98%	(0.6)	67%	(2.8)	(8.1)	65%
Share of results in associates	(0.7)	(0.3)	->100%	(0.4)	-75%	(1.9)	(0.3)	->100%
Profit before taxation	453.7	503.2	-10%	463.1	-2%	1,900.6	1,731.5	10%

NC: Not comparable

Note 1:

Included in the revenue and the adjusted EBITDA for the leisure and hospitality business in the United States of America is the construction revenue and construction profit/(loss) arising from the development of Resorts World Casino New York City.

1) Review of Performance (Cont'd)

a) Quarter ended 31 December 2011 compared with quarter ended 31 December 2010

The Group's revenue in the current quarter was RM2,331.3 million, which is an increase of 50% compared with RM1,558.5 million in the same quarter last year. The increase in revenue was mainly attributable to the leisure and hospitality segment of the Group. The Group's adjusted EBITDA in the current quarter was RM583.6 million compared with RM568.9 million in the corresponding quarter last year. The higher adjusted EBITDA was mainly attributable to the casino business in United Kingdom ("UK"), which the Group acquired on 15 October 2010.

The leisure and hospitality business in Malaysia registered an increase in revenue by RM25.0 million. The increase is mainly due to the overall higher volume of business despite a lower hold percentage in the premium players business. The leisure and hospitality business in Malaysia registered an adjusted EBITDA of RM534.3 million compared with RM547.2 million in the corresponding quarter last year. The lower adjusted EBITDA is mainly due to lower hold percentage in the premium players business. The adjusted EBITDA margin for the leisure and hospitality business in Malaysia was 39% which is lower than the adjusted EBITDA margin in the corresponding quarter last year of 40%.

The UK operations registered revenue and adjusted EBITDA of RM288.8 million and RM55.3 million respectively, contributed mainly by its London casino operations.

The leisure and hospitality business in United States of America ("US") registered a revenue of RM642.2 million in the current quarter. The revenue was mainly attributable to the construction revenue of RM546.9 million from the development of Resorts World Casino New York City and revenue of RM95.3 million mainly from the operations of Resorts World Casino New York City, which marked its debut on 28 October 2011.

The leisure and hospitality business in US reported a loss before interest, tax, depreciation and amortisation of RM17.3 million mainly due to:

1. the construction loss of RM40.9 million which the Group incurred in the current quarter due to cost overrun from the development of Resorts World Casino New York City; mitigated by,
2. adjusted EBITDA of RM23.6 million mainly from the operations of Resorts World Casino New York City.

The property segment reported a higher revenue by RM3.3 million compared to the corresponding quarter last year mainly attributable to additional rental income arising from properties in the City of Miami, Florida, US which the Group acquired in the second quarter this year.

Excluding the construction revenue and construction loss, the Group's revenue and adjusted EBITDA would have increased by 14% and 10% respectively.

The Group's profit before taxation of RM453.7 million in the current quarter was lower by 10% compared with RM503.2 million in the corresponding quarter last year. The lower profit before taxation was mainly due to:

1. higher depreciation and amortisation charges by RM29.9 million mainly from the Group's operations in the US;
2. higher pre-operating expenses by RM18.8 million incurred for the masterplan development of a destination resort in the City of Miami, Florida, US;
3. lower fair value gain by RM6.9 million arising from the Group's investments in financial assets at fair value through profit or loss ("FVTPL") compared to the corresponding quarter last year; mitigated by
4. higher adjusted EBITDA.

b) Financial year ended 31 December 2011 compared with financial year ended 31 December 2010

The Group's revenue in the current financial year was RM8,493.7 million, which is an increase of 59% compared with RM5,333.1 million last year. The Group's adjusted EBITDA in the financial year was RM2,330.2 million compared with RM2,024.1 million last year, an increase of 15%. The increase in revenue and adjusted EBITDA was mainly attributable to the leisure and hospitality segment of the Group.

1) *Review of Performance (Cont'd)*

b) **Financial year ended 31 December 2011 compared with financial year ended 31 December 2010 (Cont'd)**

The leisure and hospitality business in Malaysia registered an increase in revenue of RM349.4 million. The increase is mainly due to the overall higher volume of business and higher hold percentage in the premium players business. The leisure and hospitality business in Malaysia registered an adjusted EBITDA of RM2,105.7 million, representing an increase of 6% as compared with RM1,980.4 million in the previous year. The adjusted EBITDA margin for the leisure and hospitality business in Malaysia was 39% which is consistent with the margin last year.

The UK operations which the Group acquired on 15 October 2010, registered a revenue and adjusted EBITDA of RM1,154.8 million and RM154.1 million respectively, contributed mainly by its London casino operations.

The revenue and adjusted EBITDA from the leisure and hospitality business in US was mainly attributable to:

1. the construction revenue and construction profit of RM1,741.5 million and RM13.4 million respectively, from the development of Resorts World Casino New York City; and
2. revenue and adjusted EBITDA of RM95.3 million and RM23.6 million respectively, mainly from the operations of Resorts World Casino New York City.

The property segment reported a higher revenue by RM9.7 million compared to last year mainly attributable to additional rental income arising from properties in the City of Miami, Florida, US which the Group acquired in the second quarter this year.

Excluding the construction revenue and construction profit, the Group's revenue and adjusted EBITDA would have increased by 27% and 14% respectively.

The Group's profit before taxation of RM1,900.6 million in the current financial year was higher by 10% compared with RM1,731.5 million in the same period last year. The higher profit before taxation was mainly due to:

1. higher adjusted EBITDA;
2. an impairment charge of RM108.0 million on the Group's investment in Walker Digital Gaming, LLC in the first quarter last year; offset by
3. higher depreciation and amortisation charges by RM93.1 million mainly from the Group's operations in UK and US;
4. higher pre-operating expenses by RM56.3 million incurred for the development and operations of Resorts World Casino New York City and masterplan development of a destination resort in the City of Miami, Florida, US; and
5. property related termination costs of RM39.4 million incurred on the purchase of the properties in the City of Miami, Florida, US.

2) *Material Changes in Profit Before Taxation for the Current Quarter as compared with the Immediate Preceding Quarter*

Profit before taxation for the current quarter of RM453.7 million is lower by 2% as compared to the immediate preceding quarter. The lower profit before taxation was mainly due to:

1. lower construction profit by RM66.8 million from the development of Resorts World Casino New York City; mitigated by,
2. higher profit from the casino business in UK by RM25.4 million;
3. fair value gain of RM4.2 million arising from the Group's investments in FVTPL compared to a fair value loss of RM15.4 million in the preceding quarter; and
4. commencement of operations at Resorts World Casino New York City in the current quarter which contributed profit of RM12.9 million.

3) *Prospects*

Global economic growth prospects are still uncertain and the Group is therefore cautious on the outlook for the leisure and hospitality industry.

In this region, higher tourism arrivals, receipts and disposable income levels contributed positively to the business sentiments in the leisure and hospitality industry. The growth in the global gaming industry in 2011 was mainly driven by key Asian markets and this trend is expected to continue. The premium players business in this region saw robust growth, albeit at a slower rate.

Amidst this backdrop, the Group is heartened by the successful opening of Resorts World Casino New York City, encouraging performance of its UK operations and resilience of its Malaysian operations.

In Malaysia, the Group's emphasis on service excellence and yield management are instrumental in addressing intense regional competition. Yield management strategies have reaped tangible benefits and will continue to be pursued. The Group will also capitalise on regional growth in the premium players business. Along with property enhancement initiatives at Resorts World Genting, these efforts bear testimony to the Group's commitment towards enhancing the leisure, entertainment and hospitality experiences of its customers.

In the UK, the subdued economic environment in Europe had affected business and consumer sentiments. Whilst this is likely to be a backdrop going forward, the Group remains committed to the development of its business, building on the strength of the Genting brand and strengthening links with the Group's established network in Asia, to grow further the premium players business in London.

In the US, Resorts World Casino New York City made headlines in its debut on 28 October 2011. The 2nd (final) phase of the property opened two months later with full capacity rollout. Since its initial opening, the Group noted that Resorts World Casino New York City's performance has been encouraging and expects it to contribute positively to the Group.

The Group is confident that its performance will continue to chart further growth, whilst taking cognisance of the increasingly competitive environment in the markets in which the Group operates.

4) *Variance of Actual Profit from Forecast Profit*

The Group did not issue any profit forecast or profit guarantee for the year.

5) *Taxation*

Taxation charges for the current quarter and financial year ended 31 December 2011 are as follows:

	Current quarter ended 31 December 2011	Financial year ended 31 December 2011
	<u>RM'000</u>	<u>RM'000</u>
Current taxation charge:		
Malaysian income tax charge	109,487	469,873
Foreign income tax charge	15,095	32,479
Deferred tax credit	(10,088)	(16,952)
	<hr/> 114,494	<hr/> 485,400
Prior years' taxation:		
Income tax over provided	(10,133)	(11,665)
Deferred tax under/(over) provided	92	(964)
	<hr/> 104,453	<hr/> 472,771

5) Taxation (Cont'd)

The effective tax rate of the Group for the current quarter ended 31 December 2011 (before the adjustment of taxation in respect of prior years) is higher than the statutory tax rate mainly due to non-deductible expense; mitigated by income subject to different tax jurisdictions and tax incentives.

The effective tax rate of the Group for the financial year ended 31 December 2011 (before the adjustment of taxation in respect of prior years) is higher than the statutory tax rate mainly due to non-deductible expense; mitigated by income subject to different tax jurisdictions, tax incentives and income not subject to tax.

6) Status of Corporate Proposals Announced

There were no other corporate proposals announced but not completed as at 21 February 2012.

7) Group Borrowings

The details of the Group's borrowings as at 31 December 2011 are as set out below:

	<u>Secured/Unsecured</u>	<u>Foreign Currency</u> <u>'000</u>	<u>RM Equivalent</u> <u>'000</u>
Short term borrowings	Secured	USD240,000	763,561
	Secured	GBP34	169
	Unsecured	GBP8,308	41,154
	Unsecured	SGD9,968	24,297
Long term borrowings	Secured	USD214,752	683,232
	Secured	GBP150	742
	Unsecured	GBP36,385	180,233
	Unsecured	SGD43,631	106,348

8) Outstanding derivatives

There are no outstanding derivatives as at 31 December 2011.

9) Fair Value Changes of Financial Liabilities

As at 31 December 2011, the Group does not have any financial liabilities measured at fair value through profit or loss.

10) Changes in Material Litigation

There are no pending material litigations as at 21 February 2012.

11) Dividend Proposed or Declared

- (a) (i) A final dividend for the current financial year ended 31 December 2011 has been recommended by the Directors for approval by shareholders.
- (ii) The recommended final dividend, if approved, shall amount to 4.80 sen per ordinary share of 10 sen each, less 25% tax.
- (iii) The final dividend paid in respect of the previous financial year ended 31 December 2010 amounted to 4.40 sen per ordinary share of 10 sen each, less 25% tax.
- (iv) The date of payment of the recommended final dividend shall be determined by the Directors and announced at a later date.
- (b) Total dividend payable for the current financial year ended 31 December 2011, including the above recommended final dividend, if approved, would amount to 8.60 sen per ordinary share of 10 sen each, comprising an interim dividend of 3.80 sen per ordinary share of 10 sen each, less 25% tax; and a proposed final dividend of 4.80 sen per ordinary share of 10 sen each, less 25% tax.

12) Profit Before Taxation

Profit before taxation has been determined after inclusion of the following charges and credits:

	Current quarter ended 31 December 2011	Current financial year ended 31 December 2011
	RM'000	RM'000
<u>Charges:</u>		
Depreciation and amortisation	107,087	366,197
Impairment losses	9,901	15,080
Net foreign currency exchange losses	486	4,133
Impairment loss and write off of receivables	314	1,043
Finance costs	11,537	32,254
<u>Credits:</u>		
Net gain on disposal of assets	60	12,822
Investment income	8,025	31,075
Interest income	17,978	73,887

Other than the above, there were no gain or loss on disposal of quoted and unquoted investment, write-down of inventories and gain or loss on derivatives for the current quarter and financial year ended 31 December 2011.

13) Earnings per share (“EPS”)

- (a) The earnings used as the numerator in calculating basic and diluted earnings per share for the current quarter and financial year ended 31 December 2011 are as follows:

	Current quarter ended 31 December 2011 RM'000	Financial year ended 31 December 2011 RM'000
Profit for the financial period attributable to equity holders of the Company (used as numerator for the computation of basic and diluted EPS)	349,281	1,427,877

- (b) The weighted average number of ordinary shares used as the denominator in calculating basic and diluted earnings per share for the current quarter and financial year ended 31 December 2011 are as follows:

	Current quarter ended 31 December 2011 Number of Shares ('000)	Financial year ended 31 December 2011 Number of Shares ('000)
Weighted average number of ordinary shares in issue (*) (used as denominator for the computation of basic EPS)	5,658,237	5,660,958
Adjustment for share options granted under the Executive Share Option Scheme for Eligible Executives of Genting Malaysia Berhad	7,561	8,483
Weighted average number of ordinary shares in issue (used as denominator for the computation of diluted EPS)	5,665,798	5,669,441

(*) The weighted average number of ordinary shares of RM0.10 each in issue during the financial year ended 31 December 2011 excludes the weighted average treasury shares held by the Company.

14) *Realised and Unrealised Profits/Loss*

The breakdown of the retained profits of the Group as at 31 December 2011, into realised and unrealised profits, pursuant to a directive issued by Bursa Securities on 25 March 2010 and 20 December 2010 is as follows:

	As at end of current quarter RM'000	As at end of last financial year RM'000
Total retained profits of Genting Malaysia Berhad and its subsidiaries:		
- Realised	10,578,548	9,470,950
- Unrealised	(818,379)	(802,938)
	<u>9,760,169</u>	<u>8,668,012</u>
Total share of accumulated losses from associated companies:		
- Realised	(2,251)	(331)
- Unrealised	-	-
Total share of accumulated losses from jointly controlled entities:		
- Realised	(10,456)	(7,695)
- Unrealised	-	-
	<u>9,747,462</u>	<u>8,659,986</u>
Add: Consolidation adjustments	673,452	688,254
Total Group retained profits as per consolidated accounts	<u>10,420,914</u>	<u>9,348,240</u>

The determination of realised and unrealised profits is compiled based on Guidance of Special Matter No. 1, *Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Securities Listing Requirements*, issued by the Malaysian Institute of Accountants on 20 December 2010.

The disclosure of realised and unrealised profits above is solely for the purposes of complying with the disclosure requirements stipulated in the directive of Bursa Securities and should not be applied for any other purposes.

15) *Disclosure of Audit Report Qualification and Status of Matters Raised*

The audit report of the Group's annual financial statements for the year ended 31 December 2010 was not qualified.

16) *Approval of Interim Financial Statements*

The interim financial statements have been approved for issue in accordance with a resolution of the Board of Directors on 28 February 2012.